| | | (Original Signature of Member) |
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| 112TH CONGRESS 1ST SESSION | H.R. | |

To strengthen and clarify the commercial, cultural, and other relations between the people of the United States and the people of Taiwan, as codified in the Taiwan Relations Act, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

| Ms. | Ros-Lehtinen introduced | the following | bill; | which | was | ${\bf referred}$ | to | the |
|-----|-------------------------|---------------|-------|-------|-----|------------------|----|-----|
| | Committee on | | | | | _ | | |
| | | | | | | | | |

A BILL

To strengthen and clarify the commercial, cultural, and other relations between the people of the United States and the people of Taiwan, as codified in the Taiwan Relations Act, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Taiwan Policy Act of
- 5 2011".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:

| 1 | (1) The Taiwan Relations Act (Public Law 96- |
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| 2 | 8; 22 U.S.C. 3301 et seq.), enacted in 1979, here- |
| 3 | after referred to as "the Act," has continued for 32 |
| 4 | years to be the cornerstone of United States-Taiwan |
| 5 | relations and has served as an anchor for peace and |
| 6 | security in the Western Pacific region. |
| 7 | (2) The Taiwan Relations Act, in furthering the |
| 8 | national interests of the United States in the West- |
| 9 | ern Pacific region, has mandated that the United |
| 10 | States will make available to Taiwan such defense |
| 11 | articles and defense services in such quantity as may |
| 12 | be necessary to enable Taiwan to maintain a suffi- |
| 13 | cient self-defense capability, thus allowing the people |
| 14 | of Taiwan to preserve a peaceful, democratic, and |
| 15 | prosperous way of life. |
| 16 | (3) The future of Taiwan must be determined |
| 17 | in a peaceful manner and with the assent of the peo- |
| 18 | ple of Taiwan. |
| 19 | (4) The Taiwan Relations Act declares that— |
| 20 | (A) peace and stability in the Western Pa- |
| 21 | cific area are in the political, security, and eco- |
| 22 | nomic interests of the United States, and are |
| 23 | matters of international concern; |
| 24 | (B) the United States decision to establish |
| 25 | diplomatic relations with the People's Republic |

| 1 | of China rests upon the expectation that the fu- |
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| 2 | ture of Taiwan will be determined by peaceful |
| 3 | means; |
| 4 | (C) the United States considers any effort |
| 5 | to determine the future of Taiwan by other |
| 6 | than peaceful means, including by boycotts or |
| 7 | embargoes, a threat to the peace and security |
| 8 | of the Western Pacific area and of grave con- |
| 9 | cern to the United States; |
| 10 | (D) the United States will maintain the ca- |
| 11 | pacity to resist any resort to force or other |
| 12 | forms of coercion that would jeopardize the se- |
| 13 | curity, or the social or economic system, of the |
| 14 | people on Taiwan; and |
| 15 | (E) the preservation and enhancement of |
| 16 | the human rights of all the people on Taiwan |
| 17 | are reaffirmed as objectives of the United |
| 18 | States. |
| 19 | (5) In recent years United States–Taiwan rela- |
| 20 | tions have suffered from inattention and lack of |
| 21 | strategic vision, thereby requiring the Congress to |
| 22 | both clarify United States policy toward Taiwan and |
| 23 | enhance its oversight role in the implementation of |
| 24 | the Taiwan Relations Act. |

| 1 | (6) In October 2010, Taiwan's National Secu- |
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| 2 | rity Bureau (NSB) Director estimated that China |
| 3 | had 1,410 missiles across from Taiwan, mostly in |
| 4 | the southeast, which constitute a threat to regional |
| 5 | security, and other experts suggest that this number |
| 6 | could increase to 1,800 in the near future. |
| 7 | (7) The anti-secession law, passed by the Na- |
| 8 | tional People's Congress of the People's Republic of |
| 9 | China, was found by House Concurrent Resolution |
| 10 | 98, passed in the House of Representatives on |
| 11 | March 16, 2005, by a vote of 424-4, "to create a |
| 12 | legal framework for possible use of force against |
| 13 | Taiwan" and "to provide a legal justification for the |
| 14 | use of force against Taiwan, altering the status quo |
| 15 | in the region, and thus is of grave concern to the |
| 16 | United States.". |
| 17 | (8) The legislative requirement to make avail- |
| 18 | able defensive articles and services should include |
| 19 | the provision of new F–16 C/D aircraft and up- |
| 20 | grades of the existing F–16 A/B fleet essential to |
| 21 | Taiwan's security. |
| 22 | (9) The 2011 Department of Defense's Annual |
| 23 | Report to Congress on "Military and Security Devel- |
| 24 | opments Involving the People's Republic of China" |
| 25 | noted that the People's Liberation Army "seeks the |

1 capability to deter Taiwan independence and influ-2 ence Taiwan to settle the dispute on Beijing's 3 terms" while "developing capabilities intended to 4 deter, delay, or deny possible U.S. support for the 5 island in the event of conflict. The balance of cross-6 Strait military forces and capabilities continues to 7 shift in the mainland's favor.". 8 The language contained in the Joint 9 Communiqué of the United States of America and 10 the People's Republic of China, dated August 17, 11 1982, which states in part that "arms sales to Tai-12 wan will not exceed, either in qualitative or in quan-13 titative terms, the level of those supplied in recent 14 years" shall not, to any degree, diminish the respon-15 sibility of the United States, as legislatively mandated in the Taiwan Relations Act, to "make avail-16 17 able to Taiwan such defense articles and defense 18 services in such quantity as may be necessary to en-19 able Taiwan to maintain a sufficient self-defense ca-20 pability.". 21 (11) The United States has sought diplomati-22 cally to preserve Taiwan's international space, de-23 spite outside pressure and coercion, and has sought 24 to secure Taiwan's meaningful participation in such

| 1 | international organizations as the World Health Or- |
|----|--|
| 2 | ganization (WHO). |
| 3 | (12) Given the critical importance of airport se- |
| 4 | curity in a post-September 11th international envi- |
| 5 | ronment, the United States recognizes it is crucial |
| 6 | for Taiwan to be admitted to meaningful participa- |
| 7 | tion in the International Civil Aviation Organization |
| 8 | (ICAO) so that Taiwan may contribute to the suc- |
| 9 | cess of a global strategy to address aviation security |
| 10 | threats based on effective international cooperation. |
| 11 | (13) Given that the Taiwan Relations Act |
| 12 | states that it is the policy of the United States to |
| 13 | "preserve and promote extensive, close, and friendly |
| 14 | commercial, cultural, and other relations between |
| 15 | the people of the United States and the people on |
| 16 | Taiwan," the Department of Homeland Security |
| 17 | should therefore make it a priority to ascertain what |
| 18 | requirements must be met for Taiwan's inclusion, at |
| 19 | an early date, in the visa waiver program (VWP) in |
| 20 | order to further enhance those commercial, cultural |
| 21 | and other relations addressed in the Act. |
| 22 | (14) The conclusion of the Economic Coopera- |
| 23 | tion Framework Agreement (ECFA) between Tai- |
| 24 | wan and the People's Republic of China in June |
| 25 | 2010 or the adoption of any other cross-Strait eco- |

| 1 | nomic measures shall not diminish in any degree the |
|----|--|
| 2 | requirement contained in the Act to "maintain the |
| 3 | capacity of the United States to resist any resort to |
| 4 | force or other forms of coercion that would jeop- |
| 5 | ardize the security, or the social or economic system, |
| 6 | of the people on Taiwan.". |
| 7 | (15) The theory recently put forward in certain |
| 8 | academic circles that the United States should ac- |
| 9 | quiesce to China's ascendancy in Asia and put aside |
| 10 | the commitments made in the Taiwan Relations Act |
| 11 | is based upon a false premise that ignores the exam- |
| 12 | ple of a democratic Taiwan, the historic ties of |
| 13 | friendship of the peoples of the United States and |
| 14 | Taiwan, and the determination of the United States |
| 15 | to remain as a Pacific power. |
| 16 | (16) Total United States-Taiwan trade was ap- |
| 17 | proximately \$57,000,000,000 in 2010, and Taiwan |
| 18 | currently ranks as the ninth largest trading partner |
| 19 | of the United States. |
| 20 | (17) It is in the economic interests of the |
| 21 | United States and the national security interests of |
| 22 | Taiwan for our two peoples to further strengthen |
| 23 | and revitalize their trade and investment ties, in- |
| 24 | cluding through an expanded Trans Pacific Partner- |
| 25 | ship (TPP) Agreement or similar mechanism. |

1 SEC. 3. RULE OF CONSTRUCTION.

- 2 Nothing in this Act shall be construed to amend or
- 3 supersede the Taiwan Relations Act.

4 TITLE I—POLITICAL RELATIONS

- 5 SEC. 101. RELATIONS WITH THE PEOPLE OF TAIWAN.
- 6 The following shall be the policies of the United
- 7 States:
- 8 (1) Supporting Taiwan, Taiwan's democracy,
- 9 and the human rights of its people.
- 10 (2) As noted in the Taiwan Relations Act, "the
- absence of diplomatic relations or recognition shall
- not affect the application of the laws of the United
- 13 States with respect to Taiwan, and the laws of the
- 14 United States shall apply with respect to Taiwan in
- the manner that the laws of the United States ap-
- plied with respect to Taiwan prior to January 1,
- 17 1979.".
- 18 (3) The United States Government shall respect
- the right of the Taipei Economic and Cultural Rep-
- resentative Office (TECRO) to display its flag on its
- 21 premises and the American Institute in Taiwan
- 22 (AIT) and the residence of its Director in Taipei
- shall, correspondingly, publicly display the United
- States flag in the same manner as United States
- embassies, consulates, and official residences
- throughout the world.

| 1 | (4) The Taipei Economic and Cultural Rep- |
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| 2 | resentative Office and all other instrumentalities es- |
| 3 | tablished by Taiwan, including the Twin Oaks Es- |
| 4 | tate, may conduct official business activities, includ- |
| 5 | ing activities which involve participation by Members |
| 6 | of the United States Congress and other representa- |
| 7 | tives of the Federal, State, and local governments, |
| 8 | without any impediment from the United States |
| 9 | Government or any foreign power. |
| 10 | SEC. 102. VISITS BY CABINET LEVEL OFFICIALS. |
| 11 | (a) FINDINGS.—Congress finds the following: |
| 12 | (1) Visits by United States cabinet officials and |
| 13 | other high-ranking visitors are an indicator of the |
| 14 | breadth and depth of ties between the United States |
| 15 | and Taiwan. |
| 16 | (2) In December 1992, U.S. Trade Representa- |
| 17 | tive Carla Hills visited Taiwan, marking the first |
| 18 | cabinet-level visit since 1979. |
| 19 | (3) Over the next 8 years the administrator of |
| 20 | the U.S. Small Business Administration, the Sec- |
| 21 | retary of Energy, and 2 Secretaries of Transpor- |
| 22 | tation visited Taiwan. |
| 23 | (4) No United States cabinet secretary has vis- |
| 24 | ited Taiwan since July 2000. |

| 1 | (5) In March 2008, candidate Barack Obama |
|---|--|
| 2 | wrote in a message congratulating Ma Ying-jeou on |
| 3 | his election victory that "[t]he U.S. should reopen |
| 4 | blocked channels of communication with Taiwan of- |
| 5 | ficials", yet no Cabinet-level visits to Taiwan have |
| 6 | yet taken place. |
| 7 | (b) POLICY OF THE UNITED STATES.—It shall be the |
| 8 | policy of the United States to encourage visits by cabinet- |
| 9 | level officials between the United States and Taiwan to |
| 10 | foster commercial, technological, and people-to-people ex- |
| 11 | changes. |
| 12 | SEC. 103. REVISION OF GUIDELINES FOR CONTACTS WITH |
| | |
| 13 | TAIWAN. |
| 13 14 | TAIWAN. Notwithstanding the 1994 Taiwan policy review and |
| | |
| 14 | Notwithstanding the 1994 Taiwan policy review and |
| 141516 | Notwithstanding the 1994 Taiwan policy review and current mandatory guidance from the Department of |
| 141516 | Notwithstanding the 1994 Taiwan policy review and current mandatory guidance from the Department of State regarding contacts with Taiwan, it shall be the pol- |
| 14151617 | Notwithstanding the 1994 Taiwan policy review and current mandatory guidance from the Department of State regarding contacts with Taiwan, it shall be the policy of the United States to— |
| 1415161718 | Notwithstanding the 1994 Taiwan policy review and current mandatory guidance from the Department of State regarding contacts with Taiwan, it shall be the policy of the United States to— (1) permit senior leaders of Taiwan to enter the |
| 141516171819 | Notwithstanding the 1994 Taiwan policy review and current mandatory guidance from the Department of State regarding contacts with Taiwan, it shall be the policy of the United States to— (1) permit senior leaders of Taiwan to enter the United States under conditions which demonstrate |
| 14 15 16 17 18 19 20 | Notwithstanding the 1994 Taiwan policy review and current mandatory guidance from the Department of State regarding contacts with Taiwan, it shall be the policy of the United States to— (1) permit senior leaders of Taiwan to enter the United States under conditions which demonstrate appropriate courtesy and respect for the dignity of |
| 14 15 16 17 18 19 20 21 | Notwithstanding the 1994 Taiwan policy review and current mandatory guidance from the Department of State regarding contacts with Taiwan, it shall be the policy of the United States to— (1) permit senior leaders of Taiwan to enter the United States under conditions which demonstrate appropriate courtesy and respect for the dignity of such leaders; |

| 1 | (3) allow official travel to Taiwan for Depart- |
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| 2 | ment of State and Department of Defense personnel |
| 3 | above the rank of office director or, for uniformed |
| 4 | military personnel, above the level of 06 (Colonel, |
| 5 | Navy Captain); and |
| 6 | (4) support a decision by Taiwan to change the |
| 7 | name of the Taipei Economic and Cultural Rep- |
| 8 | resentative Office to that of the Taiwan Representa- |
| 9 | tive Office. |
| 10 | SEC. 104. REQUIREMENT FOR SENATE CONFIRMATION OF |
| 11 | AN INDIVIDUAL APPOINTED TO SERVE AS |
| 12 | THE DIRECTOR OF THE AMERICAN INSTI- |
| | |
| | TUTE IN TAIWAN. |
| 13 14 | TUTE IN TAIWAN. (a) IN GENERAL.—Notwithstanding any other provi- |
| 13 14 | |
| 13 | (a) In General.—Notwithstanding any other provi- |
| 13 14 15 | (a) In General.—Notwithstanding any other provision of law, the President shall appoint, by and with the |
| 13 14 15 16 | (a) In General.—Notwithstanding any other provision of law, the President shall appoint, by and with the advice and consent of the Senate, an individual to serve |
| 13 14 15 16 | (a) In General.—Notwithstanding any other provision of law, the President shall appoint, by and with the advice and consent of the Senate, an individual to serve as the Director of the American Institute in Taiwan. |
| 13 14 15 16 17 | (a) IN GENERAL.—Notwithstanding any other provision of law, the President shall appoint, by and with the advice and consent of the Senate, an individual to serve as the Director of the American Institute in Taiwan. (b) TRANSITION.—The individual serving as the Di- |
| 13 14 15 16 17 18 | (a) IN GENERAL.—Notwithstanding any other provision of law, the President shall appoint, by and with the advice and consent of the Senate, an individual to serve as the Director of the American Institute in Taiwan. (b) TRANSITION.—The individual serving as the Director of the American Institute in Taiwan as of the date |
| 13 14 15 16 17 18 19 20 | (a) IN GENERAL.—Notwithstanding any other provision of law, the President shall appoint, by and with the advice and consent of the Senate, an individual to serve as the Director of the American Institute in Taiwan. (b) TRANSITION.—The individual serving as the Director of the American Institute in Taiwan as of the date of the enactment of this Act may continue to serve in such |
| 13 14 15 16 17 18 19 20 21 | (a) In General.—Notwithstanding any other provision of law, the President shall appoint, by and with the advice and consent of the Senate, an individual to serve as the Director of the American Institute in Taiwan. (b) Transition.—The individual serving as the Director of the American Institute in Taiwan as of the date of the enactment of this Act may continue to serve in such capacity until such time as an individual is appointed and |
| 13 14 15 16 17 18 19 20 21 | (a) In General.—Notwithstanding any other provision of law, the President shall appoint, by and with the advice and consent of the Senate, an individual to serve as the Director of the American Institute in Taiwan. (b) Transition.—The individual serving as the Director of the American Institute in Taiwan as of the date of the enactment of this Act may continue to serve in such capacity until such time as an individual is appointed and confirmed in accordance with subsection (a). |

| 1 | rently conducted on the basis of the 2002 Agreement on |
|---|---|
| 2 | Mutual Legal Assistance in Criminal Matters, by signing |
| 3 | a comprehensive extradition agreement. |
| 4 | (b) Report.—Not later than 180 days after the date |
| 5 | of enactment of this Act, the President shall transmit to |
| 6 | Congress a report that assesses whether a comprehensive |
| 7 | extradition greement between the United States and Tai- |
| 8 | wan may be submitted to the Senate for advice and con- |
| 9 | sent as a treaty or whether, because of Taiwan's unique |
| 10 | status, such agreement must be submitted to both the |
| 11 | House of Representatives and Senate for legislative ap- |
| 12 | proval. |
| | |
| 13 | SEC. 106. CONTINUATION OF THE SIX ASSURANCES AS |
| 1314 | SEC. 106. CONTINUATION OF THE SIX ASSURANCES AS GUIDELINES IN CONDUCTING UNITED |
| | |
| 14 | GUIDELINES IN CONDUCTING UNITED |
| 14 15 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. |
| 14151617 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. Notwithstanding any communiqués entered into be- |
| 14151617 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. Notwithstanding any communiqués entered into between the United States and the People's Republic of |
| 14 15 16 17 18 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. Notwithstanding any communiqués entered into between the United States and the People's Republic of China, the United States continues to assent to the six |
| 141516171819 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. Notwithstanding any communiqués entered into between the United States and the People's Republic of China, the United States continues to assent to the six assurances provided to Taiwan in July, 1982, including |
| 14 15 16 17 18 19 20 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. Notwithstanding any communiqués entered into between the United States and the People's Republic of China, the United States continues to assent to the six assurances provided to Taiwan in July, 1982, including that the United States— |
| 14 15 16 17 18 19 20 21 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. Notwithstanding any communiqués entered into between the United States and the People's Republic of China, the United States continues to assent to the six assurances provided to Taiwan in July, 1982, including that the United States— (1) has not agreed to set a date for ending |
| 14 15 16 17 18 19 20 21 22 | GUIDELINES IN CONDUCTING UNITED STATES-TAIWAN RELATIONS. Notwithstanding any communiqués entered into between the United States and the People's Republic of China, the United States continues to assent to the six assurances provided to Taiwan in July, 1982, including that the United States— (1) has not agreed to set a date for ending arms sales to Taiwan; |

| 1 | (3) will not play any mediation role between |
|----|--|
| 2 | Taipei and Beijing; |
| 3 | (4) has not agreed to revise the Taiwan Rela- |
| 4 | tions Act; |
| 5 | (5) has not altered its position regarding sov- |
| 6 | ereignty over Taiwan; and |
| 7 | (6) will not exert pressure on Taiwan to nego- |
| 8 | tiate with the People's Republic of China. |
| 9 | SEC. 107. INTERNATIONAL ORGANIZATIONS. |
| 10 | To provide Taiwan with the international space it re- |
| 11 | quires to function effectively in the world community, the |
| 12 | Secretary of State shall direct the Department of State |
| 13 | to continue its annual program to ensure meaningful par- |
| 14 | ticipation by Taiwan in the World Health Assembly in Ge- |
| 15 | neva, Switzerland, as well as meaningful participation for |
| 16 | Taiwan in other relevant international organizations, such |
| 17 | as the International Civil Aviation Organization (ICAO). |
| 18 | SEC. 108. REPORT ON TAIWAN'S PARTICIPATION IN ICAO. |
| 19 | (a) In General.—The Secretary of State shall ini- |
| 20 | tiate a United States plan to endorse and obtain meaning- |
| 21 | ful participation for Taiwan at the periodic Assemblies |
| 22 | held by the International Civil Aviation Organization |
| 23 | (ICAO) in Montreal, Canada, and in the meetings and ac- |
| 24 | tivities of the ICAO and shall instruct the United States |
| 25 | delegation to Montreal to implement such plan. |

- 1 (b) REPORT.—Not later than 180 days after the date
- 2 of the enactment of this Act and annually thereafter, the
- 3 Secretary of State shall submit to Congress a report con-
- 4 taining the plan required under subsection (a).
- 5 (c) FORM.—The report required under subsection (b)
- 6 shall be submitted in unclassified form, but may contain
- 7 a classified annex if necessary.
- 8 (d) Annual Briefing.—The Secretary of State
- 9 should provide an annual briefing to or consult with Con-
- 10 gress on any efforts conducted by the United States Gov-
- 11 ernment in support of Taiwan's progress toward meaning-
- 12 ful participation in the ICAO.

13 TITLE II—SECURITY RELATIONS

- 14 SEC. 201. STRENGTHENING THE DEFENSE OF TAIWAN.
- 15 (a) Maintenance of Sufficient Self-Defense
- 16 CAPABILITIES OF TAIWAN.—Congress finds that any de-
- 17 termination of the nature and quantity of defense articles
- 18 or defense services to be made available to Taiwan that
- 19 is made on any basis other than the defense needs of Tai-
- 20 wan, whether pursuant to the August 17, 1982,
- 21 Communiqué signed with the People's Republic of China,
- 22 or any similar executive agreement, order, or policy would
- 23 violate the intent of Congress specified in section 3(b) of
- 24 the Taiwan Relations Act (22 U.S.C. 3302(b)).

| 1 | (b) Foreign Military Sales and Licensed De- |
|----|--|
| 2 | FENSE EXPORTS UNDER THE ARMS EXPORT CONTROL |
| 3 | Act.—Congress finds that, in accordance with the Taiwan |
| 4 | Relations Act, the core purpose of foreign military sales |
| 5 | and licensed commercial exports under the Arms Export |
| 6 | Control Act should be to assist Taiwan in its ability to— |
| 7 | (1) deter coercion; |
| 8 | (2) defend against a strategy of coercive diplo- |
| 9 | macy employing threats or limited force; |
| 10 | (3) repel an invasion; and |
| 11 | (4) partner with civil responders and friendly |
| 12 | foreign militaries. |
| 13 | (c) Defense Transfers.—In order to accomplish |
| 14 | the purposes of this section, the President is authorized |
| 15 | to make available to Taiwan defense items or defense serv- |
| 16 | ices, including the following: |
| 17 | (1) Air and air defense capabilities, including— |
| 18 | (A) low-cost, survivable sensors; |
| 19 | (B) command and control systems; |
| 20 | (C) modern surface to air missiles; |
| 21 | (D) upgrades to existing modern combat |
| 22 | aircraft as well as new combat aircraft, includ- |
| 23 | ing Vertical and Short Take-Off and Landing |
| 24 | Aircraft (V/STOL); |

| 1 | (E) radar, electronic warfare, and jamming |
|----|--|
| 2 | capabilities; |
| 3 | (F) passive defense measures (such as re- |
| 4 | dundancy, dispersal, camouflage/deception, |
| 5 | hardening, and rapid repair capabilities); and |
| 6 | (G) access to satellites for remote sensing |
| 7 | and communication. |
| 8 | (2) maritime capabilities, including— |
| 9 | (A) additional sensor capacity for com- |
| 10 | prehensive maritime domain awareness; |
| 11 | (B) cost-effective submarines for anti-sur- |
| 12 | face, anti-submarine warfare, and other mis- |
| 13 | sions; |
| 14 | (C) mines and mine countermeasure ves- |
| 15 | sels; and |
| 16 | (D) anti-ship cruise missiles. |
| 17 | (3) ground capabilities, including— |
| 18 | (A) layers, short-range air defense; |
| 19 | (B) critical infrastructure protection to en- |
| 20 | sure continuity of government; |
| 21 | (C) air mobility; |
| 22 | (D) unmanned air vehicles; and |
| 23 | (E) accurate, GPS-guided short-range |
| 24 | rockets. |

| 1 | (4) Capacity for partnership with friendly for- |
|----|--|
| 2 | eign militaries, including— |
| 3 | (A) command, control, communications, |
| 4 | computers, intelligence, surveillance, and recon- |
| 5 | naissance situational awareness systems; |
| 6 | (B) enhanced doctrine exchange; and |
| 7 | (C) enhanced senior-level training. |
| 8 | (d) Rule of Construction Relating to Arms |
| 9 | EXPORT CONTROL ACT.—Nothing in this section shall be |
| 10 | construed to supersede or modify section 36 of the Arms |
| 11 | Export Control Act (22 U.S.C. 2776). |
| 12 | SEC. 202. ADVANCED COMBAT AIRCRAFT FOR TAIWAN. |
| 13 | Pursuant to the foreign military sales program au- |
| 14 | thorized by the Arms Export Control Act, it shall be the |
| 15 | policy of the United States to accept a letter of request |
| 16 | from Taiwan for price and availability data or for a formal |
| 17 | sales offer with respect to the F-16C/D Fighting Falcon |
| 18 | multirole fighter aircraft. |
| 19 | SEC. 203. CONSULTATIONS ON TAIWAN ARMS SALES. |
| 20 | (a) Briefings.—Not later than 90 days after the |
| 21 | date of the enactment of this Act and at least annually |
| 22 | thereafter, the Secretary of State, in consultation with the |
| | |
| 23 | Secretary of Defense, shall provide detailed briefings to |

| 1 | (1) any discussions conducted between any ex- |
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| 2 | ecutive branch agency and the Government of Tai- |
| 3 | wan during a covered period; and |
| 4 | (2) any potential transfer to the Government of |
| 5 | Taiwan of defense articles or defense services. |
| 6 | (b) Definitions.—In this section and section 201: |
| 7 | (1) COVERED PERIOD.—The term "covered pe- |
| 8 | riod" means, with respect to— |
| 9 | (A) the initial briefing required under sub- |
| 10 | section (a), the period beginning on the date of |
| 11 | the enactment of this Act and ending on the |
| 12 | date of such initial briefing; and |
| 13 | (B) subsequent briefings required under |
| 14 | such subsection, the period beginning on the |
| 15 | day after the date of the most recent briefing |
| 16 | and ending on the date of any such subsequent |
| 17 | briefing. |
| 18 | (2) Executive branch agency.—The term |
| 19 | "executive branch agency" has the meaning given |
| 20 | the term "agency" in section 551(1) of title 5, |
| 21 | United States Code. |
| 22 | (3) Defense article.—The term "defense ar- |
| 23 | ticle" has the meaning given such term in section 47 |
| 24 | of the Arms Export Control Act (22 U.S.C. 2794). |

| 1 | (4) Defense service.—The term "defense |
|----|--|
| 2 | service" has the meaning given such term in section |
| 3 | 47 of the Arms Export Control Act (22 U.S.C. |
| 4 | 2794). |
| 5 | SEC. 204. ANNUAL REPORT ON DEFENSE TRANSFERS TO |
| 6 | TAIWAN. |
| 7 | (a) In General.—Not later than 180 days after the |
| 8 | date of the enactment of this Act and annually thereafter, |
| 9 | the President shall transmit to Congress a report— |
| 10 | (1) detailing each of Taiwan's requests for pur- |
| 11 | chase of defense articles and defense services during |
| 12 | the immediately preceding one-year period, whether |
| 13 | submitted through a letter of request (LOR) or con- |
| 14 | veyed by other authoritative means, except that the |
| 15 | first report under this section shall cover the period |
| 16 | 2006 through 2011; |
| 17 | (2) describing the defense needs asserted by |
| 18 | Taiwan as justification for such requests; |
| 19 | (3) describing the decision making process used |
| 20 | to reject, postpone, or modify any such request, in- |
| 21 | cluding— |
| 22 | (A) with respect to significant military |
| 23 | equipment, the country team assessment and |
| 24 | recommendation as to whether the United |
| 25 | States should sell such equipment; and |

| 1 | (B) for each request, the elapse of time be- |
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| 2 | tween the submission of such request and the |
| 3 | completion of the interagency review process by |
| 4 | the United States; and |
| 5 | (4) detailing those defense articles and defense |
| 6 | services listed in the Arms Sale Proposal described |
| 7 | in section 25 of the Arms Export Control Act (22 |
| 8 | U.S.C. 2765), including a description of the ration- |
| 9 | ale for including or not including in such Proposal, |
| 10 | as the case may be, all sales and licensed exports to |
| 11 | Taiwan under such Act of major weapons or weap- |
| 12 | ons-related defense equipment for \$7,000,000 or |
| 13 | more, and the extent to which a decision to not in- |
| 14 | clude in such Proposal such sales to Taiwan is con- |
| 15 | sistent with such section. |
| 16 | (b) FORM.—The report required under subsection (a) |
| 17 | shall be submitted in unclassified form, but may contain |
| 18 | a classified annex if necessary. |
| 19 | SEC. 205. REPORT ON IMPLEMENTATION OF TAIWAN RELA- |
| 20 | TIONS ACT. |
| 21 | (a) In General.—Not later than 180 days after the |
| 22 | date of the enactment of this Act, the President shall sub- |
| 23 | mit to Congress a report on implementation of United |
| 24 | States security policy under the Taiwan Relations Act. |

1 (b) Matters to Be Included.—The report re-2 quired under subsection (a) shall include, at a minimum, the following issues: 3 4 (1) A review of the operational planning, policy 5 reviews, and other preparations of the United States 6 since 2000 to implement section 2(b)(6) and sub-7 sections (a), (b), and (c) of section 3 of the Taiwan 8 Relations Act, including the extent to which the 9 United States retains the capacity to resist any resort to force or other forms of coercion that would 10 11 jeopardize the security, or the social or economic 12 system, of the people of Taiwan. Such review shall 13 take into account whether Taiwan's air and air de-14 fense forces retain the ability to effectively defend 15 Taiwan against China's ballistic missile and air 16 threats, and the extent to which the absence of cred-17 ible Taiwanese air defense forces may complicate the 18 ability of the United States to resist any resort to 19 force that jeopardizes the security of Taiwan. 20 (2) An evaluation of all gaps in relevant knowl-21 edge about the People's Republic of China's capabili-22 ties and intentions as such might affect the current 23 and future military balance between Taiwan and 24 China, such as anti-access and area denial capabilities as well as anti-satellite and space warfare devel-25

| 1 | opments, including both classified United States in- |
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| 2 | telligence information and Chinese open source writ- |
| 3 | ing. |
| 4 | (c) FORM.—The report required under subsection (a) |
| 5 | shall be submitted in unclassified form, but may contain |
| 6 | a classified annex if necessary. |
| 7 | TITLE III—ECONOMIC AND |
| 8 | TRADE RELATIONS |
| 9 | SEC. 301. VISA WAIVER TREATMENT FOR TAIWANESE TRAV- |
| 10 | ELERS TO THE UNITED STATES. |
| 11 | (a) Statement of Policy.—It shall be the policy |
| 12 | of the United States to include Taiwan in the list of coun- |
| 13 | tries that participate in the visa waiver program under |
| 14 | section 217 of the Immigration and Nationality Act (8 |
| 15 | U.S.C. 1187) when Taiwan satisfies the requirements for |
| 16 | inclusion in such program specified in such section. |
| 17 | (b) Report.—Not later than 180 days after the date |
| 18 | of enactment of this Act, the Secretary of State shall sub- |
| 19 | mit to the Committee on Foreign Affairs and the Com- |
| 20 | mittee on Homeland Security of the House of Representa- |
| 21 | tives and the Committee on Foreign Relations and the |
| 22 | Committee on Homeland Security and Governmental Af- |
| 23 | fairs of the Senate a report on the extent to which Taiwan |
| 24 | satisfies the requirements specified in section 217 of the |
| 25 | Immigration and Nationality Act for inclusion in the visa |

- 1 waiver program under such section and what additional
- 2 steps, if any, are required in order for Taiwan to qualify
- 3 for inclusion in such program.
- 4 SEC. 302. TRADE AND INVESTMENT FRAMEWORK AGREE-
- 5 MENT.
- 6 It is the sense of Congress that, at the earliest oppor-
- 7 tunity, the United States Trade Representative should
- 8 seek to resume and successfully conclude negotiations of
- 9 economic issues in the Trade and Investment Framework
- 10 Agreement (TIFA) talks with Taiwan.
- 11 SEC. 303. FREE TRADE AGREEMENT.
- 12 (a) In General.—It is the sense of Congress that
- 13 the ultimate goal of trade negotiations with Taiwan should
- 14 be the negotiation of a free trade agreement with Taiwan.
- 15 As building blocks toward that goal, the United States
- 16 should study the feasibility of negotiating with Taiwan a
- 17 bilateral—
- 18 (1) investment agreement; and
- 19 (2) tax agreement.
- 20 (b) Report.—Not later than 180 days after the date
- 21 of enactment of this Act, the President shall transmit to
- 22 Congress a report that assesses whether economic and
- 23 trade agreements between the United States and Taiwan
- 24 may be submitted to the Senate for advice and consent
- 25 as a treaty or whether, because of Taiwan's unique status,

- 1 such agreements must be submitted to both the House of
- 2 Representatives and Senate for legislative approval.